



State of Utah

School and Institutional
TRUST LANDS ADMINISTRATION

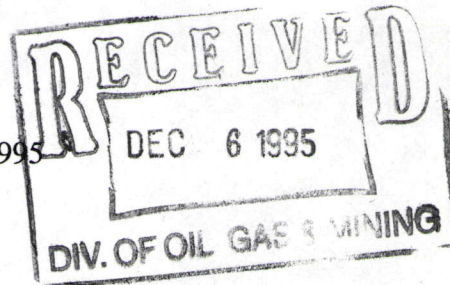
Michael O. Leavitt
Governor

David T. Terry
Director

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S/053/023

December 5, 1995



Feller Holding Corp.
1203 West Sunset Blvd.
St. George, UT 84770

RE: MLA 47175--Building Stone/Limestone

Gentlemen:

The Trust Lands Administration has received the above numbered application for a Building Stone/Limestone lease upon 960 acres in Washington County. Rule R850-20-700 requires that a separate application be filed for the lands within a single township. Since your application includes 800 acres in T43S, R16S and 160 acres in T42S, R16W, it will be necessary to reject the smaller portion, 160 acres. You may submit a new application covering the 160 acres. Approval of the larger portion is still under advisement by staff. Approval will likely require the inclusion of special lease stipulations to protect the surface interests or concerns of the state.

I will keep you advised of the status of your application. Meanwhile, you are not allowed to commence any operations upon the lands until you have a fully executed lease agreement and have met all requirements of the Trusts Lands Administration regarding notification and bonding.

Please contact me immediately if you desire to withdraw this application and receive a refund of your advance rental payment.

Sincerely,

JOHN T. BLAKE
MINERAL RESOURCES SPECIALIST

JTB/tdw

cc: John Andrews
Wayne Hedberg

